

~~CONFIDENTIAL~~February 16th, 1959.COCOM Document No. 3416.35/1COORDINATING COMMITTEERECORD OF DISCUSSIONON*S. General*ITEM 1635 - ALLOYS12th February 1959

Present: Belgium(Luxembourg), Canada, France, Germany, Italy, Japan, United Kingdom, United States.

References: COCOM Documents 3016.00/4, 3016.35/1 and 2, 3416.00/1 and 2; COCOM Sub-C(58) 6 and 8.

1. The CHAIRMAN asked Delegations whether they were now in a position to add anything to the discussion recorded on pages 14 and 15 of COCOM Document No. 3416.00/2.
2. The UNITED STATES Delegate, referring to paragraph 85 of that document, reminded the Committee of his Delegation's proposal that a new sub-item be added to Item 1635 in order to cover scrap forms of the alloys under embargo therein. He pointed out that scrap of this sort was normally segregated, and commanded a higher price than unsegregated scrap containing alloy steel. The export of completely or substantially segregated scrap of alloy steels covered by Item 1635 would be tantamount to exporting the alloys themselves. He would be willing to confine the definition of the new sub-item to "completely or substantially segregated scrap".
3. The GERMAN Delegate said he would welcome a United States Memorandum setting out the justification for this proposal on the basis of the agreed criteria.
4. The UNITED KINGDOM Delegate reiterated that his authorities held that Item 1635 covered only alloy steels, possibly with the addition of the words "containing 50% or more of iron". He did not suppose that scrap from any sub-item of Item 1635 merited embargo. Scrap iron and steel, previously embargoed under Item 1630, had been deleted from the Lists in the review of 1958: the United Kingdom authorities were not prepared to see the item reinstated.
5. It was AGREED that discussion on Item 1635 would be resumed on the 26th February.

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